

Banking

24 of 1908
S. No. 1-2

Previous references.

R. 7. 71 - 77-8.

B. Aug. 04. sub 2. Banking 16 04 19089

" Sept. 04 " 3011 do -

" Feb. 06 " 1-4 " 42-05 (Banking.)

" Oct. 06 " 1-4 " 29-16

Later references.

File No. 24-08

Serial Nos. 1-2

GENERAL AND REVENUE SECRETARIAT.

Serial Nos. 1-2

Part B. for *Jan 309*

SUBJECT.

Directing the winding up of the *Agricultural*
Bank at Kadagathur *Madras*
Taluk.

1) From the Revenue Commissioners
No. 4622 & 4. 6. 08.

Recommends the winding up of the above
Bank for reasons mentioned.

2) To the *Rev. Commr*, Comptroller
and the Registrar of Joint Stock
Companies.

No. 2633-5 & 4. 1. 09

G. R. S. 58

Approves of the *Rev. Commr's*
recommendation.

GENERAL AND REVENUE SECRETARIAT.

(Banking)
NOTES.

File No. 24

FILE HEADING.

Agricultural Bank at Kadam-
gathur and Dagri JK

From

The Gov. Commr

No. 4622 Dated 4.11.08 Received 5.11.08

Diary No. 532	Enclos. /	Spare Copies. {	Serial No. /
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BRIEF ABSTRACT OF LETTER.

Recommends the winding up
of the above Bank for reasons
mentioned.

NOTES AND ORDERS.

The above bank was recommended
for being wound up as early as
June 05 on acct. of its wretched
mismanagement. Here as elsewhere
the office bearers are the worst de-
-faulters

Serial
No.

Though warned to mind in
time it was as usual not
heeded. The recent inspection
report of 12-6-06 records
that the affairs of the bank
are in a most unsatisfactory
condition. It is further stated
therein that the amount
of property mortgaged to
the Bank is Rs 21161, but
it is rather disgusting to
learn that the office officers
have not framed any rules
to guard against transfers
& relinquishment to the judi-
cial to the bank's interest
from taking place. The
bank had drawn the
full amount of the
loan sanctioned by Govt
viz. Rs 10000. At the end of
June 1908 the balance of
Govt loan due from the
Bank is stated to be
Rs 7235. & loans due to
the Bank from the mem-
bers Rs 6729. where the

Flag 2

Flag M

Refer under
original

Serial
No.

Difference is to come from
is not apparent from the
papers forwarded by the
Rev Commr. If the half
yearly balance sheet referred
to by the Rev Commr
~~in his letter~~ on an extract
therefrom appertaining to
that bank had been for-
warded along with his letter
it would have been help-
ful in making the matter
clearer on many doubtful points.
Draft subd

18/11
1908
11/11

Gene Secy

27.11.08

The draft made, appd-
Devon
28 Nov
28 Nov

11029
28.11.08

Done
21.11.08
21.11.08

Serial
No.

To the Rev Commr

" Comptroller -

& 5, Registrar of Joint
Stock Companies in Mysore
No 7. 2833-5-8.4-1-09

Directs the winding up
of the Bank as recommen-
ded

No. 4622
1

OFFICE OF THE REV. COMR. IN MYSORE,
Bangalore, 28th October 1908

4th Nov.

From

A. RANGASWAMI IYENGAR, Esq., B.A., B.L.,
Revenue Commissioner in Mysore.

To

*The Secretary to the Government of
His Highness the Maharaja of Mysore,
General & Revenue Departments.*

SIR,

I have the honor to submit herewith, for the orders of Government, a copy of letter No.184/A.B.16 dated the 25th/28th September 1908 from the Inspector of Agricultural Banks, recommending the winding up of the Agricultural Bank at Kadagathur in the Maddagiri Taluk, and to state as follows:-

The Bank has not been punctual in repaying the annual instalments of the loan advanced by Government, and has allowed the arrears to accumulate for the last ~~few~~ *five* years as may be seen from the marginally noted figures.

At the end of	Arrears overdue.	Further, on a perusal of
1903-04	Rs.1,135	the latest
1904-05	" 1,655	half yearly
1905-06	" 2,165	balance sheet
1906-07	" 2,415	of the Bank,
1907-08	" 2,890	

it will be found that there are large arrears, nearly amounting to Rs.1,000/-, in the shape of interest, penalty etc. to be recovered from the members, and that the Bank has spent away a portion (vide margin) of even the principal

B24-08
①

Rev. Comm
Form 12.

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51532

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From

A. RANGASWAMI IYENGAR, Esq., B.A., B.L.,
Revenue Commissioner
in Mysore.

To

The Secretary to the Government of
H. H. the Maharaja of Mysore,
General & Revenue Departments.

Dated 28th October }
Despatched 4th November } 1908

Received

No. 4622.

Enclosure No. 1

Submitting with remarks
letter from the Inspector
of Agrl Banks recommending
the winding up of the Agrl
Bank at Kadagathur in
the Madikeri Taluk.

2

amount repaid by members instead of effecting a correspond-

-ing reduc-

X (At the end of June 1908)

-tion in

Balance of Government loan
due from the Bank.... Rs.7235.

the loan

Loans due to the Bank from
members.... Rs.6729-11-6

repayable

to Govern-

Amount spent out of the
principal loan. ... Rs. 505-4-6.

-ment.

The Inspector

states

that the

Bank has not , in spite of repeated warnings, made any earnest attempt at clearing up the arrears and that the Deputy Commissioner, Tumkur District, agrees with him in thinking it desirable to have the Bank wound up in order to facilitate the realisation of the dues of Government.

2. Under the above circumstances, I would recommend the winding up of the Bank and the summary recovery of the entire balance of loan and interest due to Government from the members of the Bank.

I have the honor to be,

Sir,

Your most obedient servant,

R. Ramaswami

For Revenue Commissioner

JHS

B.K.R.

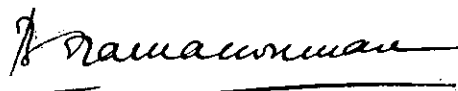
Letter No 1184/A.B.16 dated 25/28th September 1908, from the Inspector of Agricultural Banks in Mysore, to the Revenue Commissioner in Mysore.

I have the honor to state that the Agricultural Bank at Kadagathur in the Maddagiri Taluk was in arrears of Rs.2,415 on account of instalments, at the end of June 1907. During the year 1907-08 the repayments made to the Treasury by this Bank were Rs.300 for principal and Rs.301-6-1 for interest. Including the instalment of Rs.775 due for 1907-08 the Bank is now in arrears of Rs.2,890/- on account of the instalments. In spite of repeated warnings, the members of the Bank have ~~not~~ not showed any earnestness during the past two years to reduce the heavy arrears, to any appreciable extent. The Deputy Commissioner of the Tumkur District who was asked for opinion in the matter of winding up the Bank has replied, in his docket No.351 dated 11th September 1908, that the Bank may be wound up and coercive measures adopted for the recovery of the arrears.

Under these circumstances, with a view to facilitate the recovery of the arrears, I request that you will be so good as to obtain the sanction of Government for the winding up of the Bank in question.

-----oOo-----

" C O P Y ".



For Revenue Commissioner.



B.K.R.

Fair draft

4

File No. 24
Serial No. 2Diary No. of letter replied to 1532Proceedings of the Government of His Highness
the Maharaja of Mysore.GENERAL AND REVENUE
SECRETARIAT.

(B Kq)

READ—

, the

190

Date of issue

4th January 1909

Signed by

*M. S. K. K. K.**Letter No. 4622 of the
20th Dec 08 from the Revenue
Commissioner recommending the
winding up of the Agricul-
tural Bank at Kadapathur
in the Maddur Taluk.**No 262833-5*

ORDER THEREON.—No.

*4th January 1909**It is reported that
the Bank had not been punctual
in repaying the loan advanced
by Govt., that it had allowed
arrears to accumulate for
the last five years, that its
members are persistent
over defaulters*

SUBJECT

5

defaulters in returning the amounts borrowed by them and have not even paid the large amount of interest-penalty etc. due by them and that it had utilized for expenditure on establishments etc., a portion of even the principal repaid by the members. At the end of 1907-08 the Bank is stated to have been in arrears to the extent of \$ 289. Towards the principal alone, while the payment made to the Treasury during that year was only \$ 300/- on account of principal and \$ 301-6-1 ^{on account} of interest.

Repeated warnings, it is reported, have had no effect on the authorities of the Bank & in these circumstances both the Deputy
Comr

GENERAL AND REVENUE
SECRETARIAT.

(Continuation Sheet draft form.)

Commr and the Inspector of Agricultural Banks consider that no useful purpose will be served by prolonging the existence of the Bank, and propose that it may be wound up and Coercive measures adopted for the recovery of all the arrears payable to Govt. The Revenue Commr agreed with the two officers and recommended the winding up of the Bank. It is a matter for regret that the closure of the Bank should have been found necessary. However it had ceased to serve the object with which it ^{was} started and has failed, in spite of ~~several~~ warnings to make any earnest effort to improve its affairs, Govt are constrained to accept the recommendation of the Revenue Commr and direct that steps be taken to

To withdraw the entire amount payable by the Bank.

A report of the result of the steps so taken should be submitted in due course for the information of Government.

W. S. Wood
Secretary to Govt.

ML of Do, Ministry
27-11-08
The Rev. Commr,
Comptroller,
Registrar of Joint
Stock Companies.

3 copies
Typed
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36/12